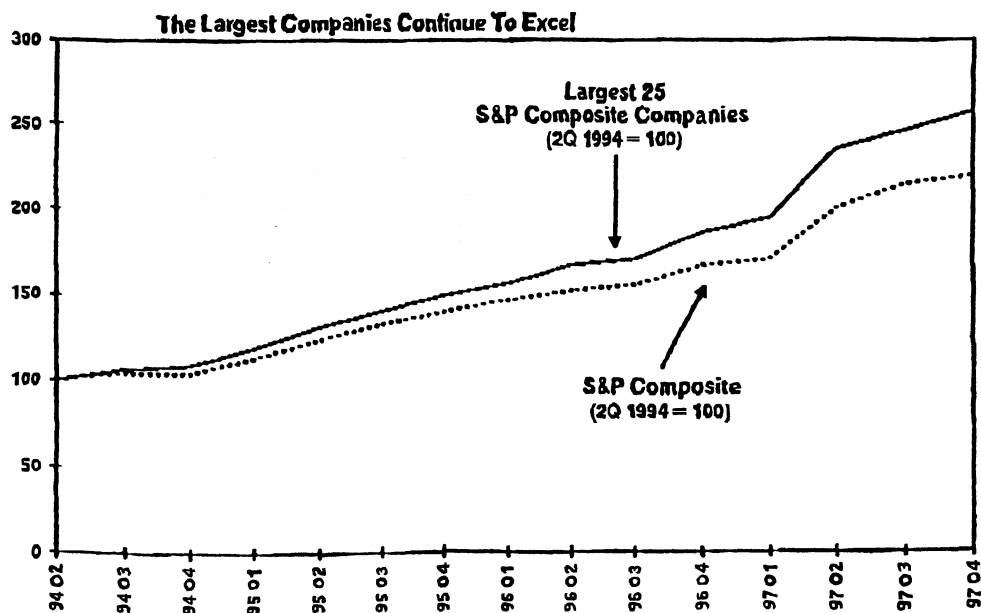


FEBRUARY MONTHLY REPORT

March 19th, 1998

COMMENTARY

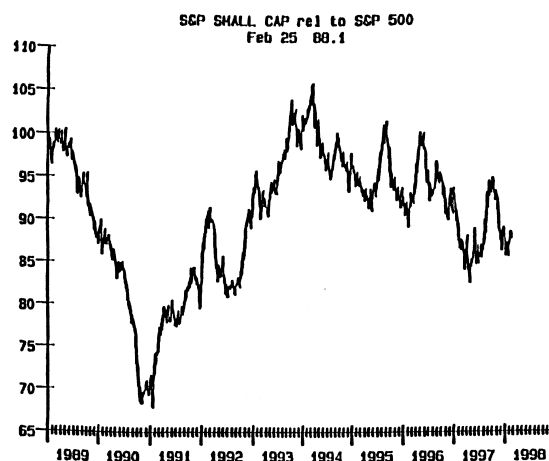
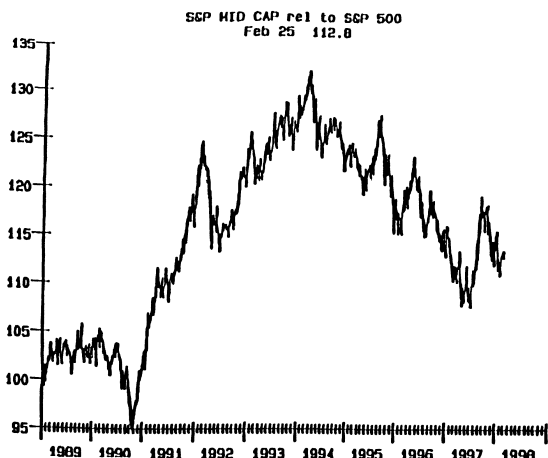
February was a good month for the North Growth US Equity Fund. Nevertheless, the market is still being paced by large cap stocks. This month we are not going to say much but merely present you with 3 interesting charts.



* These companies constitute roughly 30% of the Index's market capitalization.

Note: Date are quarterly prices from the second quarter of 1994 through the fourth quarter of 1997.

Source: Compustat.



As of February 28, 1998, your Fund's asset grouping by capitalization was as follows: Large Cap 31.9%, Mid Cap 25.7%, Small Cap 35.4% and Cash 7.0%. We held nothing in the largest 25 S&P 500 composite companies.

We are not about to jump on the large cap bandwagon. The overall market is quite fully valued based on historical standards and, as is usual in a mature market cycle, the best market performance is being delivered by some of the arguably most overvalued stocks.

We feel that our current strategy is well-suited to deliver good long-term growth and are happy that the absolute performance of the Fund is so much stronger than seemed reasonable to expect at the beginning of the year.

The annual report that will be released this week goes into our current and proposed strategy for handling what we expect to be a volatile and possibly transitional year.

Yours truly,

Rudy North

PERFORMANCE RESULTS

AS OF FEBRUARY 28, 1998

PERFORMANCE COMPARISONS*

	Dec. 31, 97 to Jan. 31, 98	Jan. 31, 98 to Feb. 28, 98	Year to Date
North Growth US Equity Fund \$CDN	2.1%	6.6%	8.8%
North Growth US Equity Fund \$US	0.4%	9.0%	9.4%
S&P 500 \$US	1.1%	7.2%	8.4%
S&P 400 MidCap \$US	-1.9%	8.3%	6.2%
Russell 2000 \$US	-1.5%	7.5%	5.9%
NASDAQ Composite \$US	3.1%	9.4%	12.8%

* Source: Bloomberg "Total Return Analysis"

Note - Including income in all cases.

AVERAGE ANNUAL COMPOUND RATE OF RETURN

	1 Year	2 Years	3 Years	4 Years	5 Years
North Growth U.S. Equity Fund \$CDN	34.9%	31.0%	30.8%	21.3%	21.8%
Median U.S. Equity Fund \$CDN **	32.0%	23.4%	24.7%	--	18.4%
Average U.S. Equity Fund \$CDN **	32.5%	24.9%	25.9%	--	19.1%

Results are after all management fees and other expenses

** reported by the Globe & Mail, Report on Mutual Funds,

NAVPS: FEBRUARY 28TH/98

\$17.14 (CDN)

PORTFOLIO HOLDINGS

AS OF FEBRUARY 28, 1998

Adobe Systems (ADBE)	2.14
Alaska Airlines (ALK)	1.06
Amerilink Corp. (ALNK)	0.15
AMR Corporation (AMR)	3.04
APS Holding (APSI)	0.33
Asyst Technologies (ASYT)	0.51
Barrett Business Services (BBSI)	2.34
BJ'S Wholesale Club (BJ)	0.96
Carnival Corp (CCL)	1.23
Chesapeake Energy (CHK)	1.36
Clayton Homes, Inc. (CMH)	2.83
Comcast Corp CL A Special(CMCSK)	3.95
Compaq Computer Corp (CPO)	6.63
CompUSA Inc. (CPU)	3.10
Costco Companies (COST)	1.48
Costilla Energy (COSE)	1.16
Cox Communications (COX)	1.30
Diamond Offshore Drilling (DO)	2.39
Dress Barn Inc. (DBRN)	2.58
FDX Corporation (FDX)	1.33
Fred Meyer Inc. (FMY)	0.56
Greenbrier Cos Inc (GBX)	2.44
Greyhound Lines Inc. (BUS)	2.05
Inacom Corp (ICO)	4.29
Integrated Health (IHS)	2.03
Kellwood Co. (KWD)	2.62
LSI Logic (LSI)	0.19
M/I Schottenstein Homes (MHO)	0.63
Mesa Airlines Inc. (MESA)	4.45
Michaels Stores Inc (MIKE)	1.16
Mississippi Chemical (GRO)	1.52
Nextel Communications (NXTL)	5.04
Northwest Pipe Co. (NWPX)	2.93
O'Sullivan Industries (OSU)	0.90
Omnipoint Corp(OMPT)	2.20
Owosso Corp. (OWOS)	1.76
Pier 1 Imports Inc. (PIR)	1.36
Precision Castparts (PCP)	2.61
SBS Technologies(SBSE)	1.66
Schnitzer Steel (SCHN)	0.52
Symantec Corp (SYMC)	0.98
Tele-Communications Ventures (TCIVA)	0.90
Texas Instruments Inc. (TXN)	0.97
Toll Brothers Inc (TOL)	1.29
Tommy Hilfiger Corp (TOM)	2.42
Wellpoint Health Networks(WLP)	2.49
Xerox Corp. (XRX)	<u>3.11</u>
Total Equities	92.99
Cash and Short Term Notes	<u>7.01</u>
TOTAL ASSETS	100.00%